

## Message Text

CONFIDENTIAL

PAGE 01 ALGIER 02285 231456Z

53

ACTION SS-25

INFO OCT-01 ISO-00 SSO-00 CCO-00 /026 W

----- 091454

R 231435Z OCT 74

FM USINT ALGIERS

TO SECSTATE WASHDC 1272

INFO AMEMBASSY ABU DHABI

AMEMBASSY BEIRUT

AMEMBASSY BRUSSELS

AMEMBASSY CARACAS

AMCONSUL DHAHRAN

AMEMBASSY JIDDA

AMEMBASSY KUWAIT

AMEMBASSY LONDON

AMEMBASSY TEHRAN

AMEMBASSY TOKYO

C O N F I D E N T I A L ALGIERS 2285

EXDIS

BEIRUT PASS BAGHDAD

E.O. 11652: GDS

TAGS: ENRG, SA, US

SUBJ: SAUDI PROPOSAL TO LINK OIL PRICE DECREASE TO  
ARAB-ISRAEL SETTLEMENT

DOUBT ALGERIANS WOULD GO ALONG WITH IDEA OF REDUCING  
OIL PRICES IF ARAB-ISRAEL PEACE ACHIEVED. THEY ARE TOO  
CONCERNED WITH PROBLEM OF FINANCING THEIR AMBITIOUS  
INDUSTRIALIZATION PROGRAM. ALGERIANS HAVE ALREADY HAD  
TO LOWER THEIR OIL PRICE FROM \$14.00 TO \$12.50 BECAUSE  
THERE WERE NOT ENOUGH TAKERS AT FORMER PRICE, AND MAY  
HAVE TO MAKE FURTHER REDUCTIONS FOR SIMILAR REASONS.  
THEY MIGHT ALSO BE TALKED INTO FURTHER SMALL SYMBOLIC  
REDUCTION IF THEY GOT FROM SAUDIS SOME FINANCING AT  
BROTHERLY INTEREST RATES, BUT THEY UNLIKELY AGREE  
IN ADVANCE TIE SUCH REDUCTION TO PEACE SETTLEMENT,  
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PAGE 02 ALGIER 02285 231456Z

PARTICULARLY SINCE THEY ANXIOUS TO ESTABLISH PRINCIPLE

THAT PRICE INCREASES WERE LONG OVERDUE ECONOMIC  
ADJUSTMENT, AND NOT POLITICALLY MOTIVATED.  
PARKER

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NNN

## Message Attributes

**Automatic Decaptioning:** Z  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** PETROLEUM PRODUCTION, POLICIES, PRICES  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 23 OCT 1974  
**Decaption Date:** 28 MAY 2004  
**Decaption Note:** 25 YEAR REVIEW  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Authority:** golinofr  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 28 MAY 2004  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1974ALGIER02285  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
**Enclosure:** n/a  
**Executive Order:** GS  
**Errors:** N/A  
**Film Number:** D740302-0818  
**From:** ALGIERS  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1974/newtext/t19741025/aaaaaard.tel  
**Line Count:** 64  
**Locator:** TEXT ON-LINE, ON MICROFILM  
**Office:** ACTION SS  
**Original Classification:** CONFIDENTIAL  
**Original Handling Restrictions:** EXDIS  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
**Previous Channel Indicators:**  
**Previous Classification:** CONFIDENTIAL  
**Previous Handling Restrictions:** EXDIS  
**Reference:** n/a  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** golinofr  
**Review Comment:** n/a  
**Review Content Flags:**  
**Review Date:** 08 APR 2002  
**Review Event:**  
**Review Exemptions:** n/a  
**Review History:** RELEASED <08 APR 2002 by boyleja>; APPROVED <06-Aug-2002 by golinofr>  
**Review Markings:**

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30 JUN 2005

**Review Media Identifier:**  
**Review Referrals:** n/a  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** SAUDI PROPOSAL TO LINK OIL PRICE DECREASE TO ARAB-ISRAEL SETTLEMENT  
**TAGS:** ENRG, SA, US, AG  
**To:** STATE  
**Type:** TE  
**Markings:** Declassified/Released US Department of State EO Systematic Review 30 JUN 2005